



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

Michael O. Leavitt
Governor

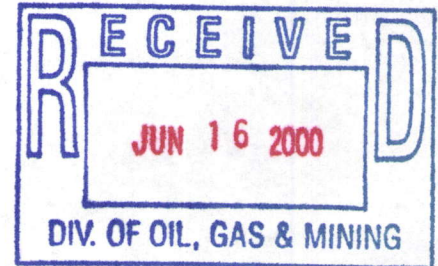
David T. Terry
Director

675 East 500 South, Suite 500
Salt Lake City, Utah 84102-2818
801-538-5100
801-355-0922 (Fax)
<http://www.trustlands.com>

June 15, 2000

Miracle Rock Mining & Research
P.O. Box 218
Ferron, UT 84523

Attn: David Taylor
ML 42844-Clay; Request For Mine Survey



NOTICE OF LESSEE'S BREACH OF ARTICLE XII, ML 42844-CLAY
CERTIFIED MAIL NO. P 959 217 983

Gentlefolk,

On May 23, 2000, the Trust Lands Administration requested that Miracle Rock Mining & Research immediately submit an accurate and detailed map of all actual and planned operations with respect to the above numbered mineral lease. Miracle Rock Mining & Research's response of submitting a map showing only the surface operations, and omitting map(s) of the underground workings, does not satisfy Lessor's request for accurate and detailed maps showing all actual and planned operations.

As required by Article XIX, Lessee is hereby notified that Lessor considers Lessee in default of Article XII of the terms and conditions of ML 42844-Clay. If such default shall continue for a period of more than thirty days from date of this notice this lease shall be subject to cancellation without further notice. If you have any questions you may call me at 801-538-5152.

Sincerely,

John T. Blake
Mineral Resources Specialist

cc: Doug Jensen